



STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203

Attention Mr. D Wayne Hedberg
With regards to File no. S/053/043

Dear Mr. Hedberg:

Enclosed please find the (N.O.I.) form as complete as possible at this time.

As noted in our recent amendment to the B.L.M., we hope to commence with our small scale pilot operation for an expected six month pre-trial period prior to a sizeable future mining operation.

We are not at this time expecting to use our millsites for their intended purpose but hope to do so at a later future date..

Our known reserves contain commercial grade ore in both base and precious metals which are noted under paragraph 111. operation plan, item #2 (minerals to be mined).

We are hopeful that the completed necessary (N.O.I.) form meets with your approval and request a reply.

Thank you.

Sincerely,

Ronald Terry, President
RONCON PROPERTIES, INC.
324 E. Vermillion Avenue
St. George, Utah 84770

RGT/jt

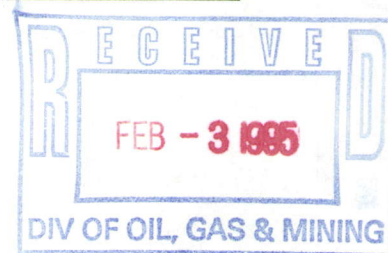
cc: RONCON PROPERTIES, INC.

Assigned DOGM File No.: S / 053 / 043

DOGM Lead: HEDBERG

STATE OF UTAH
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355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
(801) 538-5340
Fax: (801) 359-3940



NOTICE OF INTENTION TO COMMENCE SMALL MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1987, and the General Rules as promulgated under the Utah Minerals Regulatory Program.

"Small Mining Operations" means mining operations which disturb five or less surface acres at any given time.

* * * * *

I. GENERAL INFORMATION (Rule R647-3-104)

1. Name of Mine: Welcome Spring/RC claims project
2. Name of Operator/Applicant: RONCON PROPERTIES, INC. Ronald Terry, President
Company () Corporation (X) Partnership () Individual ()
3. Permanent Address: 324 E. Vermillion Avenue
City: St. George State: Utah Zip Code: 84770
Telephone Number: (801) 674-2340
4. Ownership of Land Surface:
Private (Fee) ☐ Public Domain (BLM) ☒ National Forest (USFS) ☐
State Trust Land/School Sections ☐ State Sovereign Lands ☐
Other (please describe): _____
5. Ownership of Minerals:
Private (Fee) ☐ Public Domain (BLM) ☒ National Forest (USFS) ☐
State Trust Land/School Sections ☐ State Sovereign Lands ☐
Other (please describe): _____

Utah Mining Claim Number(s): UMC 302616, 303487, 303489, 296487, 296489,
296491, 296840, 299250, & 299251

Utah State Lease Number(s): N/A

Name of Lessee(s) _____

6. Have the above surface and mineral owners been notified in writing?

Yes X No _____

If no, why not? _____

Please be advised that if State Trust Lands are involved, notification to the Division of Oil, Gas and Mining alone does not satisfy the notification requirements of Mineral Leases upon State Trust Lands. Exploration or mining activity on State Trust Lands requires a minimum of 60 days notice to the Trust Lands Administration prior to commencing any activities. Please contact the School Institutional Trust Lands Administration (SITLA) at (801) 538-5508 for notification requirements.

7. Does the operator have legal right to enter and conduct mining operations on the land covered by this notice? Yes
- X
- No _____

II. PROJECT LOCATION & MAP (Rule R647-3-105)

1. Project Location (legal description):

County(ies): WASHINGTON COUNTY

and SE 1/4, of SE 1/4, of NE 1/4: Section: 25 Township: 42 S Range: 19 W (dike area)
SW 1/4, of NE 1/4, of SW 1/4: Section: 30 Township: 42 S Range: 18 W (cap area)
 _____ 1/4, of _____ 1/4, of _____ 1/4: Section: _____ Township: _____ Range: _____

2. A topographic base map showing the location of the proposed small mining operation must be submitted with this notice. A USGS 7.5 minute series map is preferred. The areas to be disturbed should be plotted in sufficient detail so that they can be located on the ground. It is recommended that the operator also plot and label any pre-existing disturbances in the immediate vicinity that he is not responsible for.

III. OPERATION PLAN (Rule R647-3-106)

1. Type of mining: Surface
- ☒
- Underground
- ☐

2. Mineral(s) to be mined:
- Precious metals (Au, Ag) (Cu) (PT. Pd) (Ni)

3. Provide a brief description of the proposed mining operation and onsite processing facilities.
- Extract ore from cap and intrusive dike zones (previously disturbed) at a rate of @100 tons per day. Crusher and electrical generator to be used at mine site area. Crushed ore to be hauled to offsite mill near Mesquite; Nevada for processing/refining.
-
- Custom.

☒ New Road(s): Length 1000' (ft) Width 25' (ft)

☒ Improved Road(s): Length 13,000' (ft) Width 25' (ft)

Total project surface acreage to be disturbed: 5 (acres)

Proposed startup date of project (month, year) Feb 1995

Proposed completion date of project, if known (month, year) Unknown

IV. OPERATION AND RECLAMATION PRACTICES (Rule R647-3-107, 108 & 109)

The reclamation and operation obligation is to keep the area clean and safe, minimize hazards to public safety, return the land to a useful condition, and reestablish at least 70 percent of the premining vegetative ground cover. To accomplish this, the operator will need to perform reclamation concurrently, or at the completion (within one (1) year) of mining:

1. Keep the mining operation in a safe, clean, and environmentally stable condition.
2. Permanently seal all shafts and tunnels to prevent unauthorized or accidental entry.
3. Plug drill holes with a five foot cement surface plug. Holes that encounter fluids are to be plugged in the subsurface to prevent aquifer contamination.
4. Construct berms, fences, or barriers, when needed, above highwalls and excavations.
5. Remove, isolate, or neutralize all toxic materials in a manner compatible with federal and state regulations.
6. Remove all waste or debris from stream channels.
7. Dispose of any trash, scrap metal, wood, machinery, and buildings.
8. Conduct mining activities so as to minimize erosion and control sediment.
9. Reclaim all roads that are not part of a permanent transportation system.
10. Stockpile topsoil and suitable overburden prior to mining.
11. Stabilize highwalls by backfilling or rounding to 45 degrees or less, where feasible; reshape the land to near its original contour, and redistribute the topsoil and suitable overburden.
12. Properly prepare seedbed to a depth of six inches by ripping, discing, or harrowing.
13. Reseed disturbed areas with adaptable species. (The Division recommends seeding 20 lbs./acre of native and introduced species of grass, forb, and browse seed, and will provide a specific species list if requested.)
14. Plant the seed with a rangeland or farm drill, or if broadcast seeded, harrow or rake the seed 1/4-1/2 inch into the soil - fall is the preferred time to seed.

V. VARIANCE REQUEST (Rule R647-3-110)Yes ☐ No ☒

Any planned deviations from Rules R647-3-107, Operation Practices, R647-3-108, Hole Plugging Requirements, or R647-3-109, Reclamation Practices, as summarized above, should be identified below and justification given for the variance request(s).

<u>Item Number</u>	<u>Variance Request Justification</u>
_____	_____
_____	_____
_____	_____
_____	_____

VI. SIGNATURE REQUIREMENT

I hereby commit to conduct mining operations and to reclaim the aforementioned small mine as required by the Utah Mined Land Reclamation Act (40-8) and the rules as specified by the Board of Oil, Gas and Mining.

Signature of Operator/Applicant:

Name (typed or printed):

Title/Position (if applicable):

Date:

Ronald Terry
RONALD TERRY
President
1-31-95